



CARL T.C. GUTIERREZ  
GOVERNOR OF GUAM

OFFICE OF THE LEGISLATIVE SECRETARY	
ACKNOWLEDGMENT RECEIPT	
Received By	<u>Ferni Gumatanta</u>
Time	<u>12:05 p.m.</u>
Date	<u>2-23-98</u>

FEB 22 1998

Refer to  
Legislative Secretary

The Honorable Antonio R. Unpingco  
Speaker  
Twenty-Fourth Guam Legislature  
Guam Legislature Temporary Building  
155 Hesler Street  
Agana, Guam 96910

Office of the Speaker  
ANTONIO R. UNPINGCO  
Date: 2-23-98  
Time: 10:44 a.m.  
Rec'd by: [Signature]  
Print Name: FRED GOFFMAN

Dear Speaker Unpingco:

Enclosed please find a copy of Substitute Bill No. 435 (COR), "AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION, AND EXEMPTIONS FROM REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PURPOSE.", which I have signed into law today as **Public Law No. 24-141.**

This legislation follows the Gutierrez-Bordallo Administration's plan contained in "The Way Forward" platform to increase the availability of positive activities in our community for our young people. One of the specific portions of this plan is to make safe and supervised racing an activity available to both our youth and to racing enthusiasts of all ages. This legislation also follows the emphasis of the First Lady's "War on Ice" program, which is designed to discourage our young people from activities which will negatively impact their lives, such as abusing drugs, and instead, to channel their energies into activities which will build positive relationships, increase self esteem, and be a positive influence in their lives.

This legislation provides for credits against the Gross Receipts Tax for contractors, designers and material suppliers who work on a Guam Race Track facility. It also provides for exemptions from real estate taxes on real property used for a race facility. These credits and exemptions will encourage the local development of facilities for racing, which can be also used as a tourist attraction, a venue for auto shows, and a facility to test new model cars. Car racing is a very popular activity world wide, and is

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also very popular locally, however, Guam does not have appropriate tracks to accommodate racing. At times, individuals even try to race illegally on Guam's roads, and this is not safe.

The Guam Racing Federation expects to build a local, world-class racing facility which can accommodate over 5,000 spectators. The Federation expects to obtain donations of plans, materials, and a long-term lease, however, the full cost of this project cannot be covered by donations or from other sources.

Development of a racing facility is a project which can generate revenue for our island, and provide a safe and supervised place for people to race, become involved in activities associated with racing, provide jobs, and assist the visitor industry by providing a world-class tourist attraction.

There is a very motivated group of local persons who have been involved in racing for many years, and have dedicated much of their personal time, resources, and energy towards investing in their own vehicles, and occasionally providing a racing activity for enthusiasts. They are handicapped by the lack of an appropriate venue for the activity. I want to particularly thank Mr. Henry Simpson, Mr. Dominic Muna, and Mr. George Flores, as well as many others, for their work towards bringing safe and supervised racing to Guam.

This legislation will allow a racing facility to be built much in the way that other investments on Guam have been encouraged, by tax credits offered through the Guam Economic Development Authority. I wish all those persons well who will donate their personal energy, time, money, and resources to make this project a reality.

Very truly yours,



Carl T. C. Gutierrez

Attachment 10663

cc: The Honorable Joanne M. S. Brown  
Legislative Secretary

TWENTY-FOURTH GUAM LEGISLATURE  
1998 (SECOND) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO THE GOVERNOR

This is to certify that Substitute Bill No. 435 (COR), "AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION, AND EXEMPTIONS FROM REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PURPOSE," was on the 4<sup>th</sup> day of February, 1998, duly and regularly passed.



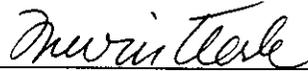
ANTONIO R. UNPINGCO  
Speaker

Attested:



JOANNE M.S. BROWN  
Senator and Legislative Secretary

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This Act was received by the Governor this 11<sup>th</sup> day of February, 1998, at  
1:20 o'clock P.M.



Assistant Staff Officer  
Governor's Office

APPROVED:



CARL T. C. GUTIERREZ  
Governor of Guam

Date: 2-22-98

Public Law No. 24-141

**TWENTY-FOURTH GUAM LEGISLATURE**  
**1997 (FIRST) Regular Session**

**Bill No. 435 (COR)**

As substituted by the Committee  
on Finance and Taxation, and as  
amended on the Floor.

Introduced by:

L. F. Kasperbauer

W. B.S.M. Flores

A. C. Lamorena, V

A. C. Blaz

A. L.G. Santos

T. C. Ada

F. B. Aguon, Jr.

E. Barrett-Anderson

J. M.S. Brown

Felix P. Camacho

Francisco P. Camacho

M. C. Charfauros

E. J. Cruz

W. B.S.M. Flores

C. A. Leon Guerrero

L. Leon Guerrero

V. C. Pangelinan

J. C. Salas

F. E. Santos

A. R. Unpingco

J. Won Pat-Borja

**AN ACT TO AUTHORIZE CREDITS AGAINST  
BUSINESS PRIVILEGE TAXES FOR  
CONTRACTORS, DESIGNERS AND MATERIAL  
SUPPLIERS FOR WORK DONE ON THE  
DEVELOPMENT OF A RACING PARK FOR THE  
GUAM RACING FEDERATION, AND**

**EXEMPTIONS FROM REAL PROPERTY TAXES  
ON PROPERTY USED FOR SUCH PURPOSE.**

1           **BE IT ENACTED BY THE PEOPLE OF GUAM:**

2           **Section 1. Legislative Finding.** The Guam Legislature recognizes the  
3 importance of developing new facilities to enhance Guam's tourism industry  
4 and to create new economic opportunities which would further enhance  
5 Guam's education system funding base.

6           The Guam Legislature further finds that the Guam Racing Federation, a  
7 non-profit corporation organized under the laws of Guam, has developed  
8 conceptual plans for the construction and operation of a world-class racing  
9 facility. The Guam Racing Federation expects to begin with four (4) different  
10 race tracks: (1) a quarter mile drag strip, (2) a two to two and a half mile road  
11 race track, (3) a dirt track, and (4) a quarter mile to half mile oval asphalt  
12 track.

13           The benefits to Guam include: (1) a safe and supervised racing facility  
14 that will cut down the illegal and potentially fatal racing that often occurs on  
15 public roadways, (2) facilities for a regular driving school, (3) facilities for a  
16 competitive driving school, (4) a tourist attraction, (5) a venue for auto shows,  
17 (6) a facility where Asian automobile manufactures can test new model cars  
18 (presently, the only suitable test facilities are in North America), and (7)  
19 because of the large area of the proposed facility, such a facility can  
20 accommodate large out-door events such as concerts.

21           The Guam Racing Federation expects to build seating capacity to  
22 accommodate over five thousand (5,000) spectators. The Federation desires to  
23 fund the development of such a project through the donations of labor, design

1 plans, material and a long-term lease for the venue, but believes the cost to be  
2 too high for donations alone to make this project a reality.

3 **Section 2. Credit Against Business Privilege Taxes.** (a) To  
4 the extent that any business contributes the cost of design, labor and materials  
5 that are to the construction and development of the Guam Racing  
6 Federation's race track facility shall be entitled to credit of business privilege  
7 taxes. The basis for merchandise contributed to the project shall be the actual  
8 cost of the item plus the cost of transportation from the point of origin to its  
9 destination.

10 (b) Any corporation, individual or association who extends a non-  
11 revocable use permit of at least thirty (30) years without charge to the Guam  
12 Racing Federation for the site of construction of its proposed racing facility  
13 shall be entitled to a credit against business privilege taxes equal to the fair  
14 market value of payments, assuming that such payments were lease  
15 payments and the property was leased to the Guam Racing Federation. In the  
16 case of multiple owners of a single piece of property where the percentage of  
17 ownership is known, the tax benefits shall be divided proportionately among  
18 the owners. If the percentage of ownership is unknown, the tax credits shall  
19 be equally divided among owners. The credits shall be spread over the term  
20 of the use agreement on the basis of the assumed annual payments in each  
21 particular year. The Guam Economic Development Authority ("GEDA"),  
22 under the provisions of §7 of this Act, shall develop a schedule showing the  
23 amounts of credits for each year based on a lease formula as determined by  
24 the average of three (3) independent licensed real estate appraisers who have

1 either: (1) conducted no less than thirty (30) commercial real estate appraisals  
2 using the income method of appraisal, or (2) are duly certified by the Federal  
3 Housing Administration or the Small Business Administration to conduct real  
4 estate appraisals on income producing property. The cost of such appraisals  
5 shall be the responsibility of the landowners and may be recovered through  
6 credits of business privilege taxes due.

7 (c) Any unused credits not used in the current tax period may be  
8 carried over into subsequent tax periods until such credits are exhausted.

9 (d) The total credits allowed under this Act shall not exceed the actual  
10 dollar amount of the expenditures on the project by the taxpayer.

11 **Section 3. Exemption of Real Property Taxes on Property Used for**  
12 **the Racing Facility.** All property used for the racing facility, including  
13 access roads shall be exempt from Real Property Taxes throughout the term  
14 that such property is used for such purposes.

15 **Section 4. Periodic Application of Tax Credits Over Three (3) Years.**  
16 All tax credits to corporations or individuals derived under this Act shall be  
17 recovered on a straight-line basis over a period of three (3) years. If the total  
18 amount of expenditures is not recovered through tax credits within this three  
19 (3) year period, the balance carried over shall be applied to future years taxes  
20 until exhausted.

21 **Section 5. Limits of Liability.** Unless a contractor, materials  
22 supplier, designer or landlord/lessor has direct involvement in the operations  
23 of Race Park as a director, officer, manager, employee, representative or agent  
24 of the Guam Racing, they shall not be held liable for any civil or criminal  
25 damages or penalties directly or indirectly arising from or related to the

1 operations, any use or possession of the Race Park, unless it can be proven  
2 that the materials or design work provided was substandard. As the racing  
3 park is a private venture operated by a private non-profit corporation on  
4 private property, the government of Guam shall not be liable for any claims or  
5 damages arising from the operation of the facility. The Guam Racing  
6 Federation, its directors, agents, consultants, employees or other affiliated  
7 person or persons shall make no representation that the government of Guam  
8 has any interest in the operation of such facility.

9       **Section 6. Event Admissions Assessment.** The organizers of any  
10 event held at the raceway park for which a fee is charged for admission, shall  
11 pay to the government of Guam, an admissions assessment of Two Dollars  
12 (\$2.00) per paid admission.

13       **Section 7. Administrative Rules and Regulations.** The Guam  
14 Economic Development Authority and the Department of Revenue and  
15 Taxation shall develop administrative rules and regulations for the  
16 construction and monitoring of the project contained herein under the  
17 provisions of the Administrative Adjudication Act. The rules and regulations  
18 may contain limitations on the amount of tax credits that can be applied in a  
19 given tax year.

20       **Section 8. Fines and Penalties.** To the extent that company  
21 providing materials or services for the project contained herein takes more tax  
22 benefits in terms of business privilege taxes and income taxes than the actual  
23 value of the materials or services contributed to the project authorized herein,  
24 that company shall be required to pay all interests penalties applicable under

1 Guam law and the Internal Revenue Code for failure to pay taxes in addition  
2 to payment of the actual taxes due. To the extent that any individual, officer,  
3 director or other person having interest in a company providing materials or  
4 services for the project contained herein knowingly and willingly cause such  
5 company to take more tax benefits in terms of business privilege taxes and  
6 income taxes than the actual value of the materials or services contributed to  
7 the project, such individual shall be guilty of a felony in the third degree  
8 punishable by a fine of not less than Five Thousand Dollars (\$5,000.00) or one  
9 (1) year in prison or both.

10 **Section 9. Cap on GRT Credits for Design and Construction of the**  
11 **Raceway Park.** The total amount of credits against Gross Receipt Taxes for  
12 the design and construction of the raceway park authorized herein shall not  
13 exceed Nine Million Dollars (\$9,000,000).

14 **Section 10. Ceasing of Operations: Assignment of Use of Property**  
15 **to the Government of Guam.** The Guam Racing Federation shall assign  
16 the rights to occupy and use the property on which the raceway park is  
17 located to the government of Guam. In the event of the dissolution,  
18 bankruptcy, insolvency of the Guam Racing Federation or any other event  
19 that causes the Guam Racing Federation to cease operation of the raceway  
20 park facility authorized under the provisions of this Act within the thirty (30)  
21 year use period contained in §2(b), the government of Guam shall have the  
22 right to use the property for the remainder of the thirty (30) year period or  
23 assign the use of the property to a successor non-profit organization. All tax  
24 benefits contained in §§2(b) and 3 of this Act shall continue during such  
25 period the government opts to use the property of assign the use to a

1 successor non-profit organization. In the event that the government waives  
2 rights to use or assign the use of the property to a successor non-profit  
3 organization, all tax benefits shall cease and possession and use of the  
4 property shall revert to the owner(s) of such property. Any successor non-  
5 profit organization must adhere to the provisions contained in this Act and  
6 any such rules and regulations adopted under the provisions of §7 of this Act.

7       **Section 11. Source of Funding for Exemptions.** All credits against  
8 Business Privilege Taxes shall be applied against the twelve percent (12%) of  
9 Gross Receipt Taxes not allocated to the School Operations Fund of the  
10 Department of Education by Public Law Number 24-17. The Department of  
11 Administration shall remit in addition to the eighty-eight percent (88%) of  
12 Gross Receipt taxes authorized by Public Law Number 24-17, an amount  
13 equal to eighty-eight percent (88%) of the total Gross Receipt Tax credits  
14 claimed under the provision of this Act.



TWENTY-FOURTH GUAM LEGISLATURE

# Office of the Vice-Speaker

ANTHONY C. BLAZ

January 14, 1998

LEGISLATIVE  
COMMITTEE  
MEMBERSHIP

Chairman  
Finance & Taxation

Vice-Chairman  
Rules,  
Government Reform  
& Federal Affairs

Education

Natural Resources

Health &  
Human Services

Tourism, Economic  
Development & Cultural  
Affairs

Judiciary,  
Public Safety &  
Consumer Protection

Transportation,  
Telecommunications, &  
Micronesia Affairs

MEMBERSHIP

Guam Finance  
Commission

Commission on Self  
Determination

The Honorable Antonio R. Unpingco  
Speaker, 24<sup>th</sup> Guam Legislature  
Agana, Guam

Via: Committee on Rules

Dear Mr. Speaker:

The Committee on Finance & Taxation, to which was referred **Bill No. 435: "AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION AND EXEMPTIONS FROM REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PURPOSE,"** herein reports back with the recommendation **TO DO PASS Bill No. 435 as substituted by the committee.**

Votes of the committee members are as follows:

  9   To Pass

       Not to Pass

       To the Inactive File

       Abstained

Sincerely,

ANTHONY C. BLAZ

Attachments

**COMMITTEE ON FINANCE & TAXATION**

**TWENTY-FOURTH GUAM LEGISLATURE**

155 Hesler Street, Agana, Guam 96910

**Chairman: Vice Speaker Anthony C. Blaz    Vice Chairman: Senator Mark Forbes**  
**Ex-Officio Member: Speaker Antonio R. Unpingco**

**VOTING SHEET ON:**

**Substitute Bill No. 435: "AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION AND EXEMPTIONS FROM REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PRUPOSE."**

<u>COMMITTEE MEMBERS</u>	<u>INITIAL</u>	<u>TO PASS</u>	<u>NOT TO PASS</u>	<u>ABSTAIN</u>	<u>TO PLACE IN INACTIVE FILE</u>
Sen. Anthony C. Blaz <i>Chairman</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Mark Forbes <i>Vice-Chairman</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Spkr. Antonio R. Unpingco <i>Ex-Officio Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Thomas C. Ada <i>Member</i>		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Elizabeth Barrett-Anderson <i>Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Joanne M.S. Brown <i>Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Mark Charfauros <i>Member</i>		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Edwardo J. Cruz <i>Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Felix P. Camacho <i>Member</i>		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. William B.S.M. Flores <i>Member</i>		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Lawrence F. Kasperbauer <i>Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Alberto A.C. Lamorena, V <i>Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Carlotta A. Leon Guerrero <i>Member</i>		<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. John C. Salas <i>Member</i>		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Sen. Francis E. Santos, Member		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>



***Committee on Finance & Taxation***  
*Vice Speaker Anthony C. Blaz, Chairman*

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***Committee Report on  
Bill No. 435***

“AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION AND EXEMPTIONS FOR REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PURPOSE.”

***TESTIMONIES  
FOR  
BILL NO. 435  
AND  
SUBSTITUTE BILL 435***

December 5, 1997

Honorable Sen. Tony Blaz, Chairman  
Committee on Finance and Taxation  
24<sup>th</sup> Guam Legislature  
Government of Guam  
Agana, Guam 96910

Subject: Bill 435

I would first like to thank you for your assistance and testimony on Bill 435. My name is Henry Simpson, I am the Chairman of the Guam Racing Federation.

My experience with racing goes back to when I arrived on Guam in 1966. I worked at a local motorcycle shop and one of the main activities for the staff was to get together after work and build a drag racing motorcycle to be used at the Harmon drag strip on Sundays. These races went on for several years until some unfortunate accidents forced the Guam Police Department to close down the drag strip due to safety reasons. Due to these accidents, the Legislature addressed the need for a safe racing facility. In 1972 a set of plans were drawn up by Public Works for a drag strip on a piece of public land near Salisbury Junction, in Yigo. Then in 1975 Public Law 13-48 was approved setting aside the property for the construction of a multi-purpose speedway park. Unfortunately, the project was never funded and the property was given to other interests.

In the meantime motorcycle racing enthusiasts switched to motocross racing on privately leased land on Route 17. They started to hold local races and later attracted visitors from off-island. This developed into auto racing, which introduced the yearly "Smokin Wheels" race beginning in 1978 and continuing successfully for 16 years until 1996. This property is no longer available for use, leaving the island without a public racing facility on Guam for motorcycle or car enthusiasts. Knowing that this property was not going to be turned into a permanent racing facility, the 24<sup>th</sup> Guam Legislature introduced a Bill 1208 and was signed by the Governor. Section 3 of this Bill appropriated \$250,000.00 to the Department of Parks and Recreation to provide for a speedway park through implementation of the provisions of Public Law 13-48.

Department of Parks and Recreation never used the money to implement the law, therefore there is no raceway park as envisioned and promised to motor racing enthusiasts and the public of Guam.

During Governor Paul Calvo's administration, Senator Eddie Duenas instigated the formation of the Guam Grand Prix Commission. The Commission's objective was to study the feasibility of Grand Prix Racing on Guam, patterned after the success of Macau, Japan and other racing venues in the Pacific Rim. I served as Chairman of the Commission. Our findings were that Guam did not have the proper infrastructure to use a public roadway for a Grand Prix course.

The Commission recommended that a raceway park be constructed that included facilities for a Guam Grand Prix.

As you can see there has been a lot of public and government support for the idea of a multi-purpose raceway and park. The park has never come to reality due to a lack of funding based on prioritizing the needs of the public.

This brings us to the intent of Bill 435 which is to allow interested suppliers, contractors and engineers to participate in building this raceway park and recover their costs over a period of time by the abatement of their gross receipts tax. I will use the example of a contractor doing \$300,000.00 worth of work to the park at cost and receiving an abatement of \$100,000.00 in the year that the work was done; \$100,000 in the second year; and a final abatement of \$100,000.00 in the third year. This will allow the track to begin generating income by holding races and drawing off-island participants whose expenditures on Guam will filter through the economy and generate tax income to offset the abatement for the construction of the track.

Others will be testifying on various other aspects of this racing facility so I would like to speak specifically about Grand Prix Racing on Guam. Governor Carl T.C. Gutierrez has revitalized the Grand Prix Commission. He has nominated me to be a member of the Commission. Recently he asked me to represent him at the 44<sup>th</sup> Macau Grand Prix. The Macau Grand Prix is the largest tourism draw for the Portuguese colony of Macau during their entire tourism year. The success of the Macau Grand Prix, as indicated by its 44 years of success, has enticed the People's Republic of China to build a first class formula one racing facility just twenty miles from Macau. They have done this because they want to enjoy some of the benefits that the Grand Prix Race based tourism has done for Macau.

I have spoken with the engineers that designed and oversaw the building of the Macau race track and they are willing to come to Guam to help us plan a multi-purpose racing facility that could attract an international Grand Prix Race to Guam. At this point I would like to read their report titled "World Class Racing Facility - Guam Report Paper".

I am presenting this testimony about the possibilities of Grand Prix Racing to reinforce the idea that this will serve to generate international attention as well as provide income for Guam. This should be our long term goal for this facility, as well as serving the needs of our local motor racing enthusiasts.

Sincerely,

Henry M. Simpson  
Guam Racing Federation

# World Class Racing Facility - Guam Report Paper

Economic evaluations undertaken on motor racing events which target an international audience have consistently highlighted the positive impact of the event on a State or Country's economy.

The linking of the event with tourism promotion contributes to the inflow of tourists to that State or Country over the longer term. Contemporary examples that clearly illustrate these benefits include the annual F3 race on the streets of Macau and the F1 Grand Prix Events of Monaco and Australia, all of which have established a strong sense of "ownership" of the event that is recognized on an international scale.

An extract of Major Findings from an Economic Evaluation of the Formula One Grand Prix conducted in Adelaide in 1992 included:

- The Grand Prix provided a \$37.4 million value added benefit to the State, representing a 4:1 benefit/cost ratio over the cost to the State and its residents of staging the Grand Prix.
- The level of spin-off benefit as measured by the benefit cost analysis had not diminished over the eight years that the Grand Prix had operated.
- Big spending groups attending the Grand Prix included interstate, overseas and out-of-town spectators (\$18.77 million), Grand Prix Rally participants (\$1.371 million) Formula One teams (\$ 1.684 million), concession holders (\$ 1.7 million), non South Australian corporate facility holders (\$ 6.2 million), and media (\$ 1.85 million).
- The State Government conservatively received \$1.1 million additional tax revenue as a result of expenditure by visitors to the State.
- 1,875 casual part-time positions were created in addition to work generated for full time or permanent part-time employees.
- As a result of the Grand Prix being staged in Adelaide, South Australia developed export markets for its goods and services that otherwise would not have been available.
- 72 percent of hotels, motels, restaurants and other entertainment facilities indicated that the Grand Prix had a positive impact upon their businesses, not just in terms of the Grand Prix, but also at other times of the year.
- 70 percent of businesses believed that the Grand Prix had a positive long term effect on the State's economy.
- 46 percent of international visitors would not have come to Adelaide in a two year period had it not been for the Grand Prix.

- A total of 70,000 visitor bednights would not have been captured by South Australia had it not been for the Grand Prix.
- 83 percent of interstate visitors were likely to return to Adelaide for a subsequent Grand Prix, while 51 percent of international visitors were also likely to return.

The economic evaluation sought to quantify where possible the tangible net economic impact while seeking to give more precision to the identification of intangible benefits to the State. Longer term benefits are often "intangible benefits", and as the name implies, are not readily quantifiable. Often they relate to issues, such as people's perception of a location as a place to visit, which cannot be readily measured in a direct way. Some proxy value may therefore need to be placed upon these "benefits" which provides an indication of their importance without necessarily claiming to be precise valuations. In as much as governments and policy administrators recognise the limitations of the "proxy valuations", this form of quantifying intangible effects can be of assistance in reviewing the outcome of a particular program or event.

*Michael J. ...*

December 2, 1997

Honorable Sen. Tony Blaz, Chairman  
Committee on Finance and Taxation  
24th. Guam Legislature  
Government of Guam  
Agana, Guam 96910

Subject: Bill 435

Mr. Chairman and Committee members, my name is Juan T. Limtiaco, a local businessman and a father of five children. I am appearing before you to congratulate not only the members of this committee but all the members of the 24th. Guam Legislature who will be voting for the approval of Bill 435 as well as our Honorable Gov. Carl T.C. Gutierrez in whom I sincerely believe will be more than willing to sign the Bill into law.

As a parent of three former champions of the Guam Motorcycle Club, I am appearing before you testifying in favor of Bill 435. For nine (9) years, my entire family spent most of our weekends at the racetrack supporting not only our sons but the sons of other families who can not find time to be with their children, a wonderful way to assist those who can not assist themselves.

Racing is a wonderful sports. It instill a sportsmanship behavior, sharpened your skill in mechanics, developed a sense of security and most certainly a highly competitive spirit. On the track you will find lawyers, dentist, airline pilots, businessmen, mechanics and other walks of life. A high percentage of our fellow racers became successful businessmen like Mr. Henry Simpson, Joey Crisostomo, John Camacho, Bill Flores, George Flores, Luis Baza, John Limtiaco, Larry Limtiaco, Michael Limtiaco, Bobby Crisostomo, Dr. Stanley Yasuhiro and now Steve Santos has embarked into the U.S. Mainland cirucits. Yes indeed, racing is a very productive and beneficial sports for our lovely island. It provides an outlet for Guam to be known throughout the world, a badly needed advertisement in assisting our fledgling tourist industry.

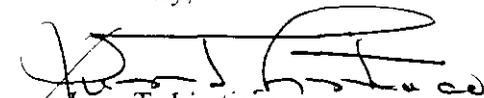
Bill 435 as written can stand a little restructuring in order that it will be more effective. An exception such as used tax when bringing in needed equipment to assist in setting-up the tracks, the cost of building permits and a very important item in assisting the organization grow and that is the direct involvement of the Guam Visitors Bureau and the travel agencies. During the operations of the race tracks, we will be having guest from other countries, such as Japan, Korea, Philippines, Taiwan, HongKong, etc., etc.. We need the travel agencies to be involved in the promotions of the events. The various tourist must be made aware that international racing is happening on Guam. Without these efforts, it will be a very hard assignment to accomplish.

In the past few days, one of our most prominent radio talk shows, Bill 435 was being discussed by the general public. Some aired their concern about the Bill's content re: to tax benefits, specifically the GRT since it was designated for Education. Without some kind of incentives offered to business entrepreneurs, do we honestly believe that the vibrant economy Guam is now enjoying be possible? We owe this economic direction to the brainchild of our distinguish Honorable Senator Frank D. Perez, the Father of the Guam Economic Development. Without business incentives, there won't be much GRT. And DOE won't be enjoying this privilege.

Business does not operate like government. Business operates with expected returns, either cash or benefits. If we visit Section 5, page 6, of Bill 435 and read and comprehend the short paragraph, we will realize that by providing these incentives, Guam will stand to gain rather than let acres of land lay idle. For instance, the stadium capacity is for 5,000 seat and perhaps more. If the government is to gain \$2.00 per admission ticket, then the government stand to make \$10,000 per promotion, per day when seats are fully occupied. Most internationally events entails three (30) days of competitions. With vigorous promotion and marketing, the government stand to make an appreciable amount of money as well as in the form of international promotion, which Guam badly needed.

In closing, I urge this committee, your colleagues and the Governor to receive Bill 435 graciously and passed it with a unanimous votes.

Sincerely,



Juan T. Limtiaco  
Chairman  
Pacific Unlimited, Inc.  
P. O. Box 10838  
Tamuning, Guam 96931

C

**Subject: Bill 435**  
**Date:** Thu, 04 Dec 1997 20:44:20 +1000  
**From:** sharkhol@ite.net (Clare Cruz)  
**Organization:** Sundrops Company  
**To:** lk4kids@ite.net

*to Henry  
Simpson*  
*For your  
information -  
(as read & you  
met this phone.)*  
*Larry K*  
*12/9/97*  
*9:35 P*

Senator,

I just wanted to drop you a quick note to thank you for your efforts on the bill. I hope that it will get passed. One word of caution though, don't bite more than you can chew. In the past with similar bills that we tried to introduce to get the same results failed because the total package had too many touchy issues. One such issue was land. Especially with the issue regarding land, I would be very skeptical in including it in the bill. Until a piece is found that is not only unsuitable for homes but distant from any future homes, I would not mention any government lands.

My view is to get this bill passed to get the liability and tax credits legalized. Then identify the land to be given and introduce the bill accordingly. This will attract minimum opposition. Our group used to present complete plans regarding everything from A to Z in regards to the track. And I guess it scared people off. It probably was envisioned as some type of monster that would swallow up government lands and funds which was originally destined to go to poor people.

Thanks Again,

Eddie Cruz Jr.

*Daniel D. Swavely*  
*Consulting Services*  
*162 Western Boulevard, Suite 905*  
*Tamuning, Guam 96911*  
*Tel (671) 649-2227 Fax (671) 649-6218*

December 05, 1997

Honorable Larry F. Kasperbauer, Senator  
24<sup>th</sup> Guam Legislature

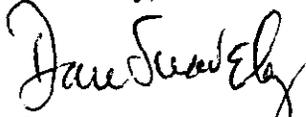
Subject: Bill 435

Dear Senator Kasperbauer,

I applaud both the intent and the financial creativity of Bill 435. The proposed racing facility project would provide many benefits to both Guam residents as well as our tourism industry.

Please continue your work to have this bill passed into law. We appreciate your assistance on behalf of the Guam Racing Federation.

Sincerely,

  
Daniel D. Swavely

December 5, 1997

Honorable Sen. Tony Blaz, Chairman  
Committee on Finance and Taxation  
24<sup>th</sup> Guam Legislature  
Government of Guam  
Agana, Guam 96910

Subject: Bill 435

Mr. Chairman and Committee members, my wife and I would like to express our support of Bill 435. As a motocross racing participant for the past three years on Guam I urge you to consider the importance of having the proper racing facility infrastructure, especially for safety issues. Both my wife and I have been avid fans of Indy racing and motor sports since we were young. Along with many other residents, we would support a racing facility on Guam.

A racing facility of this kind would give the people of Guam, especially the youth, a safe place to participate on a spectator and participant level. With the proper training facilities and support from the local community and the Government, Guam could produce world class athletes in this arena.

We commend and thank you, the Guam Racing Federation and the Guam Grand Prix Commission for all of your efforts.

Sincerely,

Two handwritten signatures in black ink. The signature on the left is 'Geof Clippert' and the signature on the right is 'Katheryne Clippert'. Both are written in a cursive, flowing style.

Geof & Katheryne Clippert



## Shell Guam, Inc.

Your Reference:

Our Reference:

Date: Thursday, December 04, 1997

A Guam Corporation

Suite 100  
643 Chalan San Antonio  
Tamuning, Guam 96911

Telex No. (721) 6709 Shell GM

Telephone (671) 647-0000  
Facsimile (671) 649-4353

VICE SPEAKER TONY BLAZ  
COMMITTEE FINANCE & TAXATION

RE.: Bill 435

Dear Vice Speaker Blaz:

Pursuant to a meeting with Henry Simpson regarding the building of a Motorsports Complex on Guam and reading Bill 435, Shell believes that this is a worthwhile community project and strongly supports the funding concept of this Bill.

Shell is an active participant in motorsport throughout the world, with individual Shell Group Companies sponsoring local events and drivers. Shell Guam, Inc. throughout the years has sponsored Guam motorsports events like the Pacific Off Road Championship and the local drivers Henry Simpson and Robert Santos.

At the international level, the Shell Group, including Shell Guam, supports the Ferrari Formula One World Grand Prix Racing Team. The Shell/ Ferrari team's driver, Michael Schumacher, is one of the most renowned Formula One drivers in the world.

Once the Guam Motorsports Complex progresses, Shell will give this project both directly and indirectly through the sponsorship of events and participants as much support as possible.

for Shell Guam, Inc.

A handwritten signature in black ink, appearing to read "Ken Smuin", is written over a horizontal line.

Ken Smuin  
President



---

**GUAM CONTRACTORS' ASSOCIATION**

December 5, 1997

24th Guam Legislature  
Committee on Finance & Taxation  
155 Hessler Street  
Agana, Guam 96910

RE: Bill 435 - An Act to Authorize the Exemption of Business Privilege Taxes for Contractors, Designers and Material Suppliers for Work Done on the Development of a Racing Park for the Guam Racing Federation

Dear Senator Blaz and Members of the Committee:

The Guam Contractors' Association thanks you for the opportunity to participate in today's Public Hearing and we are pleased to present our comments.

Bill 435 was outlined at a recent Guam Contractors' Association Board of Directors Meeting by Mr. Henry Simpson, one of the bill's proponents. The concept of providing tax exemptions for private companies who participate in the development of a racing park was well received by GCA's directors and they have asked me to present testimony at this hearing in favor of the proposal.

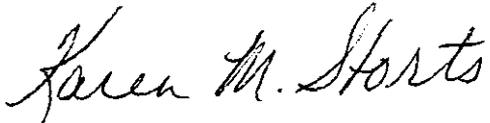
GCA Directors, who speak for the membership of the Association, believe that a racing park on Guam is long overdue. A racing park as described in Bill 435 will develop an entirely new tourism-related industry on Guam, and will provide numerous opportunities for many private businesses to grow and develop, as well as provide a needed venue for other outdoor events. Additionally, the racing park will get young people involved in a hobby which will provide safety guidelines and legal restrictions, as well as an exciting outlet for their "need for speed". Hopefully, a good portion of the youngsters will find meaningful employment working with the related industries that will spring up as a result of the development of the racing industry on Guam.

Not only do local contractors hope to get involved in the construction of the facility, but there are other ways the Guam Contractors' Association could participate. For several years we have been working toward developing a truck-driving or heavy equipment apprenticeship program. We would work to arrange a partnership with the Guam Racing Federation in order to have access to the facility for on-road and off-road training, either for the apprenticeship programs or for other training required by the industry. Many of our members employ mechanics and automotive repair persons, and would be pleased to hire more young people interested and experienced in that industry.

In conclusion, the Guam Contractors' Association favors the formation of a safe, regulated racing industry on Guam and believes that the tax incentives outlined in Bill 435 would be beneficial to all concerned. Thank you for this opportunity to speak to you on this subject.

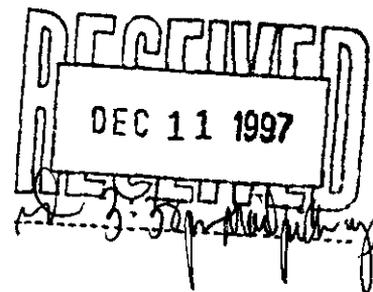
Sincerely,

GUAM CONTRACTORS' ASSOCIATION

A handwritten signature in cursive script that reads "Karen M. Storts". The signature is written in black ink and is positioned above the printed name and title.

Karen M. Storts  
Executive Director

Written Testimony  
Bill 435 (LS)  
December 5, 1997



by John Perez Aguon

Dear Mr. Chairman,

Thank you for providing me the opportunity to testify on what I consider to be a very important project, the creation of an outlet for our young people. I am submitting testimony in support of the concept expressed in Bill 435, for the development of a racing park for the Guam Racing Association.

For the record, I am John Perez Aguon, former Senator and resident of Tamuning-Tumon. As a member of several previous legislatures I was always supportive of the concept of a drag strip and automobile racing facility for our youth. Unfortunately, none of the proposals discussed in the past have ever come to fruition.

I am also in support of a racing park because I believe such a facility would have great potential as a visitor attraction, as auto racing is one of the top spectator sports in many countries, and it attracts participants from around the world.

There are a number of reasons that the racing park would be ideal for Guam. First, our young people desperately need more outlets for their youthful energy and enthusiasm, and sports fits that bill perfectly. Many of our youngsters risk their lives right now participating in illegal drag racing on our public roadways. They do this at night, on dark streets, because they have nowhere else to go. Imagine how much better it would be if these youngsters could pursue their racing dreams in an organized, controlled, and safe environment such as a racing park.

Another reason for a racing park is its obvious benefit to tourism. If we develop a first-class racing facility, for drag racing, stock car racing, sports cars, and even Indy cars and Formula One racing, I believe that Guam could one day become a regular stop on the auto racing circuit. Sports tourism is a growing market segment and we should take every opportunity to capitalize on it.

This is not as far-fetched as it may seem. After all, a number of years ago, no one would believe we might become part of the Asian Professional Golfers Association tour. But with the growing popularity of golf, now they are here. We have had two successful tournaments the last two years, and the future looks bright for golf on Guam. Dozens of golfers and hundreds of spectators come from off-island for the tournament, and thousands more come throughout the year to play golf.

If it can happen for golf, the same can happen for auto racing. We have a lot of automobile and motorcycle enthusiasts here on Guam, and we are all well aware just how popular the Smokin' Wheels and other off-road events have been. This popularity could grow and grow until one day we might have a Guam Formula One Grand Prix.

Our racing park would be a warm-weather site for racing and for practice that drivers in the colder countries would love to visit during their winters. The manufacturers might even be encouraged to test their some of their vehicles here, at our facilities.

And with the drivers come the pit crews and sponsors, all of whom would spend several days in Guam and contribute to our economy. The races themselves would likely draw thousands of spectators to Guam, people who would get to know our beautiful island, and our warm people.

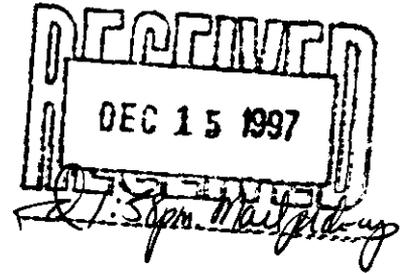
I wholeheartedly support the concept of the racing park, but I am concerned about reducing the Gross Receipts Tax revenues as proposed in Bill 435. I would prefer that corporate income tax or some other tax be reduced rather than GRT. As you know, most GRT revenues are set aside to fund the operations of the Department of Education. I am sure it isn't the intent of the Legislature to give something to our kids with one hand, while taking something from them with the other.

Thank you for allowing me this opportunity to submit testimony regarding Bill 435.

###

A handwritten signature in black ink, appearing to read "John P. ...". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

12-05-97



Honorable Anthony C. Blaz  
Office of the Vice Speaker  
24th Guam Legislature

Subject: Testimony on Bill 435 (COR)

Hafa Adai Honorable Senators:

My name is Greg M. Perez and I am submitting a written testimony in favor of Bill 435 with some clarification. First of all, I applaud the sponsors of Bill 435 and I only hope that the members of the 24th Guam Legislature will recognize the merits of this, in my opinion long awaited, legislation.

Although Bill 435 as written has many merits, I would like to address the legislation as an active member of the Guam Motorcycle and ATV Association and our involvement with the Guam Racing Federation. Being involved with the Motorcycle club for over 30 years, I must admit that the venture of the Guam Racing Federation to construct a first class off-road racing facility is a welcome endeavor. It is what we as members of the Guam Motorcycle club have been patiently waiting for.

Despite the various obstacles that our members encounter year after year, we are still a very active club constantly striving to provide a facility for our young participant to call their track and take pride in its development. However, unlike our other associated off-road organizations, our main goal is to provide a well designed and safe facility for our participants, especially our younger kids, as an alternative to other sports activities.

I now testify as a club member and my testimony is aimed at protecting the opportunity for our young kids to be participants and not merely spectators. In lieu of this concern, we as members of the Guam Motorcycle and ATV

Association proposed certain languages to be incorporated within the legislation as follows:

- On page two(2), line 1: “(3) a dirt track,”. We suggest that the wording be change to: (3) a motocross / supercross track. Everything else is very specific, “a quater mile drag strip”. We as club members want to be assured that our needs are addressed. The wording dirt track may merely mean a facility for high powered off-road four wheel vehicles to race on and not a motocross track for our young kids to safely enjoy. This is merely a suggestion.
- On “Section five: Event Admission Assessment.” line 17 and 18 “an admission assessment of Two Dollars (\$2.00) per paid admission.” We feel that an additional \$2.00 per paid admission for spectators to watch our weekend races may adversely affect not only family support and also spectator support.
  - On the average our club holds 20 races a year and these races are primarily held to support, encourage and to provide an alternative sport activity for our younger participants. We are trying to provide an outlet away from drugs, criminal activity and any other non positive activity that our young kids are faced with on a daily basis. If we make it too expensive or discourage participation because of price, then we are really the ones responsible for encouraging delinquency. This is our concern.
    - We suggest that the two dollar (\$2.00) Government assessment fee per spectator be imposed only on major or international events. Otherwise, a simple 4 to 10 % fee be imposed on gross spectator receipt.
- The last concern that we would like to address as club members is the issue of liability insurance. We feel that the organizers on this first class facility be **strongly** encourage to negotiate with a reputable insurance company for a blanket liability to cover the proposed tenants of the facility such as the Guam Motorcycle and ATV Association and at a reasonable rate. Maybe a section should

be included that assures an insurance company specific tax breaks for underwriting the policy.

If the Motorcycle club were responsible to secure on our own insurance per race event, it would be such a financial burden that it would prevent us from enjoying the new facility, effectively hampering the club involvement.

In closing, I would like to reiterate my support of Bill 435. I have no doubt that such a facility is not only needed but will also create a new industry, a additional venue for tourism and most of all a facility that all of the people of Guam can call their own and enjoy: however, in our wisdom and foresight, let's not forget our kids. After all they are our future participants and are really the ones to eventually make this long awaited endeavor successful.

Again, thank your for the opportunity to testify on behalf of myself and as a member of the Guam Motorcycle and ATV Association.

Sincerely yours,

  
Greg Perez

cc: Guam Racing Federation

Greg Perez  
c/o CommSMR, Inc.  
1700 Route 16, Suite 106  
Harmon, Guam 96912  
Ph: 637-2929 Fx: 637-8118

TESTIMONY ON BILL 435

BY

EDDIE DUENAS

December 5, 1996

Mr. Chairman and members of the committee:

I am happy to appear before this committee and present my views on Bill 435 which proposes to provide government tax exemptions for the construction of a motor racing park. First, let me salute the sponsors of this measure -- Senators Larry Kasperbauer, Bill Flores, Tony Lamorena and Tony Blaz -- for the interest they have shown in regards to motor racing activities on Guam.

Let me also say that I share that interest. In fact, when I was a member of this Legislature many years ago, I took a similar step in an effort to introduce organized motor racing to Guam. In June 1979, the Governor signed into law a measure which I authored creating a Guam Grand Prix Racing Commission. This commission is still in existence, although it has been dormant for almost a decade and a half. As I understand, Governor Gutierrez intends to reactivate this commission by appointing new members and setting it in motion once again.

Section 26309 of Guam Code Annotated reads as follows:

“The purpose of the Grand Prix Racing Commission is to bring about grand prix road racing within the territory of Guam. In pursuance of this purpose, the Commission shall conduct such studies as are necessary in order to formulate a plan which would result in grand prix racing. In accordance with such plan, the Commission shall request necessary appropriations and legislation to implement such plan.”

The commission consists of seven members to include two representing auto clubs, two representing motorcycle clubs, one representing the Department of Parks and Recreation, and two representing the general public. Henry Simpson, who I understand is a strong proponent of Bill 435, and John Camacho (an experienced race car driver) were among the first commission members appointed.

I bring this matter to the attention of this committee because there is a correlation with Bill 435 being heard tonight. The only difference, I suppose, is that the creation of the Grand Prix Racing Commission focuses first on exploring the viability and feasibility of introducing grand prix racing or any other motor racing as an on-going sports activities on Guam; whereas Bill 435 seeks to provide government support through tax exemptions to private entities wishing to construct a motor racing park.

I have had the opportunity to acquaint myself with the Macao Gran Prix and grand prix racing in Kuala Lumpur, Malaysia when I was a seating senator. In Macao, the race was conducted on paved city streets which were provided removable safety barrier along the race circuit. The circuit included level stretch of road along the shoreline and hairpin turns up and down hill. In Kuala Lumpur, the race was run on paved race track which I feel could easily be built on Guam at a reasonable cost.

As one of its initial actions, the Guam Grand Prix Racing Commission brought in an experienced and long-time grand prix race driver from the Philippines to do a preliminary assessment on establishing grand prix racing on Guam. As I understand, his findings indicated that grand prix racing was feasible for Guam and could be a viable component for the island's tourist industry.

A good case in point is the annual Macao Gran Prix racing. The event, as I understand, is a creature of the Macao Visitors Bureau. Annually, the

race attracts thousands of racing drivers and fans to Macao, and this event boosts the colony's coffers tremendously.

Building a racing track to support all types of motor racing on Guam is a good move. I salute the Guam Racing Federation for taking an interest in developing a conceptual plan to build a world-class racing track. Because it admittedly does not have the funds to build it, the federation is seeking through Bill 435 to have the government subsidize the cost of construction by providing tax exemptions to any private firm or individual who contribute design plans, labor, material, money and land use for the project.

The bill states in part:

"To the extent that any business contributes the cost of design, labor and materials that are to the construction and development of the Guam Racing Federation's race track facility shall be entitled to an exemption of business revenue from business privilege taxes" based on a certain formula. This tells me that the race track would be owned by the Guam Racing Federation, a non-profit organization.

With all due respect to the Guam Racing Federation, I wish to ask these question:

If, for whatever reason, the Guam Racing Federation should run into problems and become inactive, who would be responsible for the race track? Since it would own the facility, could the federation arbitrarily transfer ownership title or control to another party?

I feel that this bill should be amended to address these questions. After all, the government would be paying through tax exemptions the cost of constructing the race track facility. Depending on how elaborate the plan and design, the cost could amount to hundreds of thousands of dollars, or even over a million dollars.

Since the proposed project is to be entirely subsidized by the government, it is only reasonable that the government should retain ownership of the track facility, then enter into an agreement with the Guam Racing Federation to have control and operation of the track, and to use the track to promote or sponsor racing activities of all kinds -- from drag racing, stock car racing, formula car racing to motorcycle and go-cart racing. The track could be placed under the Guam Grand Prix Racing Commission or the Department of Parks and Recreation.

Motor racing, I feel, can be a viable activity on Guam. It will benefit the people by providing another form of sports activities, especially to those interested in racing as well as just being spectators. It could also provide a big boost to our tourist industry, just as Macao is capitalizing on its annual grand prix racing.

Once again, I applaud Senator Kasperbauer and co-sponsors of Bill 435 as well as the Guam Racing Federation for bringing motor racing to public attention. It behooves this Legislature to seriously pursue this matter and make it a reality. Everyone of us stands to benefit from it.

Thank you and Si Yuus Maase.

ooooOoooo



***Committee on Finance & Taxation***

*Vice Speaker Anthony C. Blaz, Chairman*

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***Committee Report on  
Bill No. 435***

“AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION AND EXEMPTIONS FOR REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PURPOSE.”

***SIGN-IN SHEETS  
FOR  
BILL NO. 435  
AND  
SUBSTITUTE BILL 435***

**TWENTY-FOURTH GUAM LEGISLATURE**

**Committee on Finance & Taxation**

**Public Hearing on Bill No. 435**

(AN ACT TO AUTHORIZE THE EXEMPTION OF BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION)

**December 5, 1997, 6:00 P.M.**

**PUBLIC HEARING ROOM**

**SIGN-IN SHEET**

Name (please print)	Representing: (department/agency)	Contact No. (include fax)
JUAN T. LUMTIAO / Nathan	Pacific World, Inc.	734-0271
Joshua Muhammad		PH/FAX 565-2861
Phil L.G.	YAMAHA Pac. Inc. Co	637-0117 or 9
MIKE SANTOS		734-2138
Dim AIKEN	GUAM ATV. MOTORCYCLE <sup>CLUP</sup>	637-6369
Brett L'Henry / Deal	D.R.A.S. / G.R.F.	649-5150
FRED R. FLORES	YAMAHA PACIFIC CO.	476-5359
PATRICK SANTOS	YAMAHA PACIFIC CO. GATX.	470-9807
ANTHONY ANDRAIDA	ELEGANT REFLECTIONS CO.	646-5555
JEROME Aguon	ELEGANT AUTOMOTIVE CO.	647-0088
BRIAN PERICK	GUAM MOTORCYCLE/ATV CORP	565 2873
ALBERT GARUT	ATKINS KROLL TOYOTA	653-1384
Franklin S. Hill Jr.	Carpet Store	734-3262
JOEY CRISOSTOMO	KEICO FORD	477-7630

**TWENTY-FOURTH GUAM LEGISLATURE**

**Committee on Finance & Taxation**

**Public Hearing on Bill No. 435**

(AN ACT TO AUTHORIZE THE EXEMPTION OF BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION)

**December 5, 1997, 6:00 P.M.**

**PUBLIC HEARING ROOM**

**SIGN-IN SHEET**

Name: (please print)	Representing: (department/agency)	Contact No. (include fax)
ERWIN TUDELA	DRAG	477-3724
NINETTE REYES	DRAG	11
Rudy S. Barcenilla	DRAG	565-8862
Albert M. Poblete (ORAL)	DRAG	339-4355
LUIS TINS / ORAL	YOUTH ALTERNATIVES	477-3824
CARLOS HERRERA	D.R.A.G.	
STEVEN VILLASOMER	DRAG	734-0672
RUSSELL Q. PEREZ	DRAG	565-5030
Darryl Collins	"	734-3595
Clayton J. Hill	Self	734-8955
Monito R. Santos	Self	646-9401
Lawrence J.F. Castro	Self	734-3774
Marguerite <del>Waxman</del> HERRERA	competitor	646- <del>33</del> 1571

**TWENTY-FOURTH GUAM LEGISLATURE**

**Committee on Finance & Taxation**

**Public Hearing on Bill No. 435**

(AN ACT TO AUTHORIZE THE EXEMPTION OF BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION)

**December 5, 1997, 6:00 P.M.**

**PUBLIC HEARING ROOM**

**SIGN-IN SHEET**

Name (please print)	Representing: (department/agency)	Contact No. (include fax)
DENNIS F. QUINONES JR	YAMAHA PACIFIC	637-0117/0119
TERRY HUNT (ORAL TESTIMONY)	SELF	4774868 / FAX 4772091
Lawcock, Xavier R	Drag Racing Assoc. Gu.	649-4289
CLINT QUEJADO	TOYOTA SEVILLA	632-8393
Alicia Dimaricut	SELF	633 9865
ERIK G. FLORES	CARPET STORE	646 1571
Lellani Flores	CARPET STORE	646-1571
Tim Reinke	Self	565-4462
Michael A. Natta	Self	477-9632
Danilo Lawcock	Self	649-4789
MARIO MAPOTE	SELF F.B.R.	637-0266
Viven San Juan	SELF	637-7247
DEAN DELBADO	SELF	472-1335

**TWENTY-FOURTH GUAM LEGISLATURE**

**Committee on Finance & Taxation**

**Public Hearing on Bill No. 435**

(AN ACT TO AUTHORIZE THE EXEMPTION OF BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION)

**December 5, 1997, 6:00 P.M.**

**PUBLIC HEARING ROOM**

**SIGN-IN SHEET**

Name (please print)	Representing (department/agency)	Contact No. (include fax)
WILLIAM FLORES	SELF	646-1571
ENRIQUE P. PANGELINAN	"	646-4386
ALVAREZ MANUEL	"	477-5313
ALVAREZ JETHRO	"	2177-5313
JAY WELCH	SELF	653-2876
Jason Welch	SELF	653-2294
Dat Sanfoe	Guam Motorcycle & ATV Corp. & aff	472-9827
DAVE HERRING	SELF	637-4082
Simona Cushing (VIARA)	Self & Kids	646-1659



**TWENTY-FOURTH GUAM LEGISLATURE**

**Committee on Finance & Taxation**

**Public Hearing on Bill No. 435**

(AN ACT TO AUTHORIZE THE EXEMPTION OF BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION)

**December 5, 1997, 6:00 P.M.**

**PUBLIC HEARING ROOM**

**SIGN-IN SHEET**

Name (please print)	Representing: (department/agency)	Contact No. (include fax)
FRANKLIN S. HILL		734-8955
BRYAN PINK		687-1100
FRANKLIN A. RIOS		688-9700
Jim Cruz		637-0117
ROBERT D. SANTOS	GUAM MOTORCYCLE ASSOCIATION	565-2700
JOE BORJA		647-1592







***Committee on Finance & Taxation***

*Vice Speaker Anthony C. Blaz, Chairman*

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***Committee Report on  
Bill No. 435***

“AN ACT TO AUTHORIZE CREDITS AGAINST BUSINESS PRIVILEGE TAXES FOR CONTRACTORS, DESIGNERS AND MATERIAL SUPPLIERS FOR WORK DONE ON THE DEVELOPMENT OF A RACING PARK FOR THE GUAM RACING FEDERATION AND EXEMPTIONS FOR REAL PROPERTY TAXES ON PROPERTY USED FOR SUCH PURPOSE.”

***SURVEY  
FOR  
BILL NO. 435  
AND  
SUBSTITUTE BILL 435***

**Bill No. 435**

**(An Act to Authorize the Exemption of Business Privilege Taxes for Contractors, Designers and Material Suppliers for Work Done on the Development of A Racing Park for The Guam Racing Federation)**

Name and Telephone Number	Support	Oppose
Lawrence J.F. Coche 734-3774	Yes	Yes
Elke Mera 632-9228	✓	
John C. TORRES 734-8531	✓	
<del>Arnold Torres</del> 653-5529	✓	
Janie Lee Morris 472-8031	✓	
EDGAR LOZANO 649-5347	X	
VINCENT CHAN 637-2739	X	
Ron Silvestre 646-9013	✓	
David Pham 632-0557	✓✓✓✓	
FRANCIS DE JESUS 637-1128	✓	
ANG DUKHONA 632-0559	✓	
VAN MINGO 632-5608	✓	
ERNESTO DELOS REYES 637-8043	XCS	
CHRIS SOMERA 653-1368	✓	
KRISTY GALANCO 631-2759	✓	
RONIE CARBINEX 637-5514	✓	
RONALD SIMONTE 637-7795	✓	
TOM WEBB 653-1816	✓	
Tom Sales 653-1028		
Albert Parkie 625-7035	-	
JOE LEON 789-4054	✓	
Patricia M.G. Kier 632-1036	✓	
ANDREW GUR 477-8024	✓	
FRED M. Caluro 632-4314	✓	
Dan Phan 632-0557	✓	
Chad UNTEN 632-0403	✓	
Jim Endo 632-0103	✓	
Norito Santos 646-9480	✓	
Eugenio T. Estrallado 734-7901	✓	
PATRICK SANTOS 476-...		
JAN MICHAEL LARINAS 632-1852	✓	
WILLIAM SANTOS 647-5888	✓	
ALEXA Williams 647-5874	✓	

**Bill No. 435**

**(An Act to Authorize the Exemption of Business Privilege Taxes for Contractors, Designers and Material Suppliers for Work Done on the Development of A Racing Park for The Guam Racing Federation)**

Name and Telephone Number	Support	Oppose
Phil Leon Guerrero 637-0117 or 9	✓	
MIKE SANTOS 734-2138	✓	
MARLA SANTOS 477-9711 ext. 205	✓	
Randy S. Barcelona 565-8862	✓	
Roy C. Aguilo 649-6069 work 649-5200	✓	
ENRIQUE P. PANGELINAN 696-4386	✓	
JEROME S. Arzon 640-5555	✓	
ANTHONY A. ANDRAIDA 647-0088	✓	
TERRY F. HUNT 477-4868	✓	
Gina Reinke 565-4462	✓	
Tim Reinke 565-4462	✓	
Brian PERICK 565-2873	✓	
Kim ALLEN 637-6369	✓	
Patricia J. Williams 632-8342	✓	
Franklin P. Pios 688-9700	✓	
Joaquin P. Pangelinan 472-9752	✓	
Kleide J.C. Leon Guerrero 649-5201-7	✓	
Darrel Collins 734-3595	✓	
Rob San N. Calan 637-8130	✓	
DENISE B. DYRASEU 734-3172	✓	
JE BOEJA 647-1552	✓	
Jover San Juan 637-7247	✓	
DEAN DELSADO 472-1335	✓	
Jak - Cujan 632-2071	✓	
MARIO MAROTE 637-0266	✓	
ANTHONY C. MENDIOLA 475-4619	✓	
ROBERT S. SANTOS 565-2700	✓	
Jesse P. Pangelinan 477-4232	✓	
Jason Welch 653-2294	✓	
JAY WELCH 653-2876	✓	
Clayton J. Hill 734-8955	✓	





***Committee on Finance & Taxation***  
*Vice Speaker Anthony C. Blaz, Chairman*

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***PUBLIC HEARING NOTICE  
FOR  
BILL NO. 435  
AND  
SUBSTITUTE BILL 435***